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**STATE OF WASHINGTON  
DEPARTMENT OF FINANCIAL INSTITUTIONS  
SECURITIES DIVISION**

IN THE MATTER OF DETERMINING  
Whether there has been a violation  
of the Securities Act of Washington by:

SDO - 48 - 02

ALPHA TELCOM, INC.; AMERICAN  
TELECOMMUNICATIONS COMPANY, INC.;  
KELLEY W. ABBOTT; WILFRID ALVAREZ;  
JACK CHANDLER; DANIEL CURTIN;  
THOMAS DURSO; ROY GRADY; HANS  
LORENTZEN; FAY L. MOYER; GLEN  
OTTMAR; DIRK PETERSON; FREDERICK  
WEATHERBEE; their agents and employees,

CONSENT ORDER AND ORDER VACATING  
SDO-9-02 AS TO JACK CHANDLER

Respondents.

Case No. 99-07-0220

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**INTRODUCTION**

Pursuant to the Securities Act of Washington, the Securities Division, Department of Financial Institutions,  
and Respondent Jack Chandler do hereby agree to this Consent Order in settlement of the above captioned matter.  
Respondent neither admits nor denies the Tentative Findings of Fact or Conclusions of Law as set forth in Statement of  
Charges SDO-9-02 and which are incorporated by reference into this Consent Order.

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CONSENT ORDER

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DEPARTMENT OF FINANCIAL INSTITUTIONS  
Securities Division  
PO Box 9033  
Olympia, WA 98507-9033  
360-902-8760

1 **CONSENT ORDER**

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3 Based on the foregoing,

4 IT IS AGREED AND ORDERED that Jack Chandler shall cease and desist from offering and selling  
5 securities in any manner in violation of RCW 21.20.010, the anti-fraud provisions of the Securities Act of  
6 Washington.

7 IT IS FURTHER AGREED AND ORDERED that Jack Chandler shall cease and desist from offering and  
8 selling securities in any manner in violation of RCW 21.20.140, the securities registration section of the Securities  
9 Act of Washington.

10 IT IS FURTHER AGREED AND ORDERED that Jack Chandler shall cease and desist from offering  
11 and/or selling securities in violation of RCW 21.20.040, the securities salesperson registration section of the  
12 Securities Act of Washington.

13 IT IS FURTHER AGREED AND ORDERED that Jack Chandler shall not make application for nor be  
14 granted a securities salesperson or investment adviser representative license for a period of five (5) years from the  
15 date of entry of this Order by the Securities Administrator.

16 IT IS FURTHER AGREED that Jack Chandler shall reimburse the Securities Division Seven Thousand  
17 Five Hundred Dollars (\$7,500) for its costs incurred in its investigation of this matter. Said payment is to be made  
18 to the Division prior to the entry of this Order.

19  
20 IT IS FURTHER AGREED AND ORDERED that, based on the above Findings of Fact and Conclusions  
21 of Law, Jack Chandler shall be subject to a fine in the amount of Fifty Thousand Dollars (\$50,000), with the entire  
22 amount suspended based on future compliance with this Order. In the event of a violation of this Order, the  
23 Division will seek enforcement of the Order pursuant to RCW 21.20.395.

24 CONSENT ORDER

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DEPARTMENT OF FINANCIAL INSTITUTIONS  
Securities Division  
PO Box 9033  
Olympia, WA 98507-9033  
360-902-8760

1 IT IS FURTHER AGREED that the Securities Division has jurisdiction to enter this Order.

2 In consideration of the foregoing, Respondent Jack Chandler waives his right to a hearing in this matter,  
3 and the Securities Division hereby vacates Statement of Charges SDO-9-02 as to Jack Chandler except to the extent  
4 that the findings and conclusions in the Statement of Charges have been incorporated herein.

5 **WILLFUL VIOLATION OF THIS ORDER IS A CRIMINAL OFFENSE.**  
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8 SIGNED this \_\_\_\_\_ day of \_\_\_\_\_, 2002.

9 Approved as to form by:

10  
11 \_\_\_\_\_  
12 John J. Tollefsen  
13 WSBA # 13214  
Attorney for Jack Chandler

14 Signed by:

15  
16 By \_\_\_\_\_  
17 Jack Chandler  
18 -----

19 **THIS ORDER ENTERED THIS 3rd DAY OF JUNE 2002 BY:**

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23 DEBORAH R. BORTNER  
Securities Administrator

24 CONSENT ORDER

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Approved by:

Presented by:

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Michael E. Stevenson  
Chief of Enforcement

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Chad Standifer  
Staff Attorney

CONSENT ORDER